HOUSE BILL No. 1852

DIGEST OF INTRODUCED BILL

Citations Affected: IC 12-7-3; IC 12-8.

Synopsis: Counties and townships to administer welfare. Eliminates participation of the federal and state governments in public assistance programs and transfers all authority for administering public assistance to the executive department of each county and to township trustees. Establishes the state and federal public assistance elimination commission to prepare legislation for consideration by the general assembly, as necessary, to resolve issues related to the transfer of authority. Repeals the statute establishing the office of the secretary of family and social services; family and social services bodies; the family and social services advisory commission; the office of Medicaid policy and planning, and the financial services group.

Effective: Upon passage; July 1, 2002.

Kruse

January 26, 1999, read first time and referred to Committee on Ways and Means.



First Regular Session 111th General Assembly (1999)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in this style type, and deletions will appear in this style type.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or *this style type* reconciles conflicts between statutes enacted by the 1998 General Assembly.

HOUSE BILL No. 1852

A BILL FOR AN ACT to amend the Indiana Code concerning human services.

Be it enacted by the General Assembly of the State of Indiana:

1	SECTION 1. IC 12-7-3 IS ADDED TO THE INDIANA CODE AS
2	A NEW CHAPTER TO READ AS FOLLOWS [EFFECTIVE JULY
3	1, 2002]:
4	Chapter 3. Elimination of Federal and State Participation in
5	Public Assistance Programs
6	Sec. 1. The general assembly finds that:
7	(1) public assistance programs, including temporary
8	assistance to needy families, Medicaid, food stamps, and
9	others, were established to provide short term support to
10	individuals in need;
11	(2) the amount of money spent by Indiana state government
12	and the government of the United States to administer
13	programs, including those listed in subdivision (1), has grown
14	significantly in the past four (4) decades;

(3) despite substantial increases in expenditures by both the state and federal governments, the reliance of individuals on

(4) approximately twenty (20) years ago in Indiana, decisions

public assistance programs has increased substantially;



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1	regarding eligibility for public assistance were made by, and
2	the administration of public assistance programs was
3	performed primarily by, county governments and township
4	trustees;
5	(5) public assistance programs were operated more cost
6	effectively and cost taxpayers much less when operated by
7	county governments and township trustees; and
8	(6) in order to decrease reliance on public assistance
9	programs and to save the taxpayers of Indiana substantial
10	sums of money, the responsibility for administering these
11	programs should be shifted from the federal and state
12	governments to county governments and township trustees.
13	Sec. 2. Notwithstanding any other law enacted or amended
14	before July 1, 1999, including any law enacted or amended in the
15	first regular session of the one hundred twelfth general assembly,
16	the state must enable all public assistance programs under this title
17	to be administered at the county and township levels only.
18	SECTION 2. IC 12-8 IS REPEALED [EFFECTIVE JULY 1, 2002].
19	SECTION 3. [EFFECTIVE UPON PASSAGE] (a) As used in this
20	SECTION, "commission" refers to the state and federal public
21	assistance elimination commission.
22	(b) The commission consists of eight (8) members as follows:
23	(1) Four (4) members of the senate, not more than two (2) of
24	whom may be members of the same political party, to be
25	appointed by the president pro tempore of the senate with the
26	advice of the minority leader of the senate.
27	(2) Four (4) members of the house of representatives, not
28	more than two (2) of whom may be members of the same
29	political party, to be appointed by the speaker of the house of
30	representatives with the advice of the minority leader of the
31	house of representatives.
32	(c) A member appointed under this SECTION serves at the
33	pleasure of the appointing authority. If a vacancy exists on the
34	commission, the vacancy shall be filled by the person who made the
35	original appointment.
36	(d) The chairman of the legislative council shall name the
37	chairperson of the commission. The chairperson of the commission
38	serves at the pleasure of the chairman of the legislative council.
39	(e) The commission shall meet at least six (6) times each year.
40	The chairperson shall hold the first meeting of the commission
41	before July 31, 1999.
42	(f) The commission shall prepare legislation for introduction in



1	the 2000 and 2001 regular sessions of the general assembly, as	
2	necessary, to implement IC 12-7-3, as added by this act. This	
3	legislation must accomplish at least the following:	
4	(1) Make:	
5	(A) technical corrections; and	
6	(B) changes in references;	
7	to statutes affected by the implementation of this act.	
8	(2) Revise and consolidate the statutes affected by:	
9	(A) the requirements of IC 12-7-3, as added by this act;	
10	and	
11	(B) the repeal of IC 12-8 by this act.	
12	(3) Identify the sources and amounts of revenue to distribute	
13	to county and township governments to replace lost revenue	
14	from the state and federal governments.	
15	(4) Identify the local taxes and fees that a community may	
16	raise to address unique local public assistance issues.	
17	(5) Eliminate unneeded state agencies and provide procedures	
18	for local communities to address unique local problems	
19	without the profusion and layering of a patchwork of	
20	governmental units.	
21	(6) Provide for a uniform budget procedure for all political	II.
22	subdivisions to implement for fiscal years after December 31,	
23	2001, that encourages citizen involvement and understanding	
24	of the performance and sources of revenue used by the	
25	various political subdivisions that serve the community where	
26	the citizen resides.	
27	(7) Recommend to the general assembly budgetary controls	
28	that encourage and assist county and township governments	
29	to limit expenditures to available revenue without tax	
30	increases and that do not need frequent legislative revision as	
31	local needs change.	
32	(8) Eliminate unneeded state and local agencies, offices, and	
33	functions and consolidate functions for the efficient	
34	administration of public assistance.	
35	(g) The commission may study any issue related to its	
36	responsibilities.	
37	(h) The commission shall operate under the direction of the	
38	legislative council. The legislative services agency shall staff the	
39	commission. The office of the secretary of family and social	
40	services shall assist the commission as directed by the chairperson	
41	of the commission.	
42	(i) The commission shall issue:	



1	(1) an interim report before November 1, 1999, November 1,	
2	2000, and at other times as determined by the legislative	
3	council; and	
4	(2) a final report before November 1, 2001.	
5	Copies of each report shall be given to the governor and the	
6	legislative council.	
7	(j) Each member of the commission is entitled to receive the	
8	same per diem, mileage, and travel allowances paid to members of	
9	the general assembly serving on interim study committees	
10	established by the legislative council.	
11	(k) This SECTION expires December 31, 2001.	
12	SECTION 4. [EFFECTIVE UPON PASSAGE] (a) If a law is	
13	enacted during the first regular session of the one hundred twelfth	
14	general assembly that extends the term of the office of the	
15	secretary of family and social services and the divisions within that	
16	agency beyond July 1, 1999, as stated in IC 12-8, the general	
17	assembly may not:	
18	(1) extend the term of these entities beyond December 31,	
19	2001; or	
20	(2) reestablish these entities after December 31, 2001.	
21	(b) This SECTION expires January 1, 2002.	
22	SECTION 5. An emergency is declared for this act.	

